

VETERANS POST WAR TRUST FUND

State Investment Board Balance Sheet As of 6/30/2004

	As of <u>6-30-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 941,653	\$ 1,120,598
INTERNATIONAL EQUITIES	392,793	0
INVESTED CASH (NOTE 1)	<u>6,394</u>	<u>2,945</u>
TOTAL INVESTMENTS	1,340,840	1,123,543
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	1,798	3,347
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	91,279	56,294
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 1,433,917</u>	<u>\$ 1,183,184</u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,301	433
SECURITIES LENDING COLLATERAL (NOTE 2)	91,279	56,294
DUE TO OTHER AGENCIES (NOTE 4)	<u>250</u>	<u>250</u>
TOTAL LIABILITIES	92,830	56,977
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,126,207	1,186,374
CASH IN DURING YEAR (NOTE 5)	0	0
CASH OUT DURING YEAR (NOTE 6)	0	45,000
NET INCREASE (DECREASE)	<u>214,880</u>	<u>(15,167)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>1,341,087</u>	<u>1,126,207</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 1,433,917</u>	<u>\$ 1,183,184</u>

VETERANS POST WAR TRUST FUND

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2004

	Month Ended <u>6-30-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 1,242	\$ 18,247
SECURITIES LENDING INCOME	<u>117</u>	<u>626</u>
	1,359	18,873
 GAIN ON SALE OF INVESTMENTS	 26,580	 130,222
LOSS ON SALE OF INVESTMENTS	<u>13,175</u>	<u>55,450</u>
 NET GAINS (LOSSES) INVESTMENTS	 13,405	 74,772
 INVESTMENT EXPENSES	 1,690	 4,293
SECURITIES LENDING EXPENSES	<u>73</u>	<u>374</u>
 NET INVESTMENT INCOME	 13,001	 88,978
 NET APPREC (DEPREC) MARKET VALUE	 14,869	 125,863
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>39</u>
 TOTAL INVESTMENT INCOME	 <u>27,870</u>	 <u>214,880</u>
 NET INCREASE (DECREASE)	 <u>\$ 27,870</u>	 <u>\$ 214,880</u>

VETERANS POST WAR TRUST FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2004

	As of <u>6/30/04</u>
ASSETS:	
INVESTMENTS (AT COST)	
TOTAL DOMESTIC EQUITIES	1,156,876
INTERNATIONAL EQUITIES	431,080
INVESTED CASH (NOTE 1)	<u>6,394</u>
TOTAL INVESTMENTS (AT COST)	<u><u>1,594,350</u></u>

VETERANS POST WAR TRUST FUND
Notes To Financial Statements
June 30, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.